



## INSURANCE FRAUD INVESTIGATION DIVISION

### Kentucky Office of Insurance

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### *Charges and Convictions Activity – October 2007*

**Ronald E. Jarboe & Dana R. Reinhardt** – On or between 4/03 and 2/04, Jarboe and Reinhardt, a licensed agent, conspired with each other to present health insurance applications to Anthem Health Plans that contained false information regarding the number of employees, their medical history, and their dates of hire. Additionally, Jarboe destroyed records of his business, Freedom Express, and made false statements to investigators regarding the records. He also made a fraudulent claim to Cendant Corporation when he faxed a claim for \$11,700 for expenses relating to the transportation of a trailer following an accident. On 9/19/07, as a result of a multi-agency investigation with the Insurance Fraud Investigation Division, the FBI, and the U.S. Attorney's Office, Jarboe and Reinhardt were charged with one felony count of Conspiracy in a matter involving a health care benefit program, and one felony count of False Statements related to health care matters. Jarboe was additionally charged with one felony count of destroying and concealing records related to an investigation, one felony count of making a False Statement, and one felony count of wire fraud. Both were charged in U.S. District Court, Western District of Kentucky, Louisville.

**Michael Fleckinger** – On or between 1/06 and 6/07, Fleckinger transacted insurance business without a license from the Kentucky Office of Insurance, by collecting payments of approximately \$9,266.00 and issuing fraudulent insurance identification cards from 43 separate individuals. On 10/2/07, Fleckinger was charged with 13 felony counts of Fraudulent Insurance Acts in Kenton Circuit Court.

**Ray Kennedy** – On or between 8/06 and 9/06, Kennedy, a licensed agent, submitted 114 fraudulent applications for disability insurance while employed as an agent for AFLAC. The applications were submitted in the names of two legitimate businesses but contained forged signatures which resulted in Kennedy receiving approximately \$14,036.01 in commissions for which he was not entitled. On 10/12/07, Kennedy was charged with one felony count of Fraudulent Insurance Acts, one count of Theft by Deception, and two felony counts of Theft of Identity in Daviess Circuit Court.

**Patricia Pile** – On or about 10/06, Pile obtained automobile insurance through McGhee Insurance Agency by writing a check on a closed bank account. On 8/15/07, Pile was charged with a misdemeanor count of fraudulent insurance acts in Breckinridge Circuit Court. On 9/11/07, she pled guilty to the misdemeanor count and received 30 days conditionally discharged for two years.